

DURHAM



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CITY OF MEDICINE

CITY OF DURHAM | NORTH CAROLINA

DATE: September 22, 2015

TO: Thomas J. Bonfield, City Manager

THROUGH: Wanda S. Page, Deputy City Manager

FROM: Bertha T. Johnson, Director of Budget & Management Services  
John Allore, Assistant Director of Budget and Management Services

RE: **Presentation on the current status of long term capital projects**

### **Executive Summary**

The FY2015-16 budget process involved several thorough discussions on long term capital project needs for the City. At the conclusion of the FY2105-16 budget process administration was asked to review all capital project priorities from departments to determine the full-scope of long term project needs over a ten year horizon. This presentation summarizes the long term capital project funding needs, consolidating the work done in the FY2015-16 budget process with the efforts made over the summer months to determine any additional project needs.

### **Recommendation**

Administration requests Council to accept this report and presentation on the long term capital needs for the City of Durham, and provide the City administration with feedback and direction on capital project priorities, expansion, and funding level preferences.

### **Background**

As part of the Fiscal Year 2015-16 budget process, administration made a special effort to outline the long term capital needs for the City. Presentations on the City's Capital Improvement Program (CIP) were given at both budget retreats, Council was engaged in a paired comparison CIP exercise to determine the ranking of ten priority projects, and lengthy discussion was had on the specific needs for capital over a 10-year horizon.

Administration recommended, and Council adopted a \$10.2M plan for General Fund capital projects for fiscal year 2015-16, with the understanding that many of those projects had a multi-year component, and administration would be coming back to Council in subsequent budget years for futher and related appropriations. Over the course of 10-years, "the plan" appropriates approximately \$136.3M for projects (see Exhibit A for details).

In addition, Administration identified \$40.4M in capital projects that could be funded by sources other than the General Fund (operating revenues, our other Enterprise Funds. See Exhibit A for details).

Finally there were a series of projects that, while identified as important, were not funded in the fiscal year 2015-16 budget process. The total of these projects was \$140.5M (see Exhibit A for details).

### **Additional Capital Projects**

At the completion of the fiscal year 2015-16 budget process, Administration went back to departments and requested them to consider if there were any other projects that were a priority that should be considered under a 10-year time horizon. The intention was to arrive at a comprehension of the true capital needs of the City in the coming decade.

From this process departments identified an additional \$43.7M in capital projects currently without a funding source (see Exhibit A for details), bringing the total unfunded amount to \$184.2M.

Attachments:

Exhibit A: Long Term CIP